

State of Utah DEPARTMENT OF NATURAL RESOURCES Division of Oil, Gas & Mining

MICHAEL R. STYLER Executive Director JOHN R. BAZA Division Director

Inspection Report Minerals Regulatory Program Date: January 13, 2010

Reviewed:

Mine Name: Barneys Canyon

Operator Name: Kennecott Utah Copper

Inspector(s): L Heppler, E. Berry

Other Participants: G. Eurick, Z. Kenyon & others-Kennecott

Mine Status: Active

| Elements of Inspection | Evaluated | Comment | Enforcemen |
|---|------------------------|------------------------|------------|
| 1. Permits, Revisions, Transfer, Bonds | | | |
| 2. Public Safety (shafts, adits, trash, signs, highwalls) | $\overline{\boxtimes}$ | $\overline{\boxtimes}$ | |
| 3. Protection of Drainages / Erosion Control | | | |
| 4. Deleterious Material | | | |
| 5. Roads (maintenance, surfacing, dust control, safety) | | | |
| 6. Reclamation | | | |
| 7. Backfilling/Grading (trenches, pits, roads, highwalls, shafts) | | | |
| 8. Soils | | | |
| 9. Revegetation | \boxtimes | | |

Bond Renewal Date: 06-22-2014 Bond Amount: \$3,873,446 Permit fee is up to date

Purpose of Inspection: Routine annual Inspection. This site was last inspected as a Large mine site on 12-20-2005

Inspection Summary: Access to site was limited by gate. A few older bone yards were noted on site. No erosional problems were noted. At the time of inspection the truck shop had undergone demolition. The truck shop site was being regraded and topsoil being applied. The leach pads are still being leached, so ponds and process building is also remaining. The Barneys pit has been reclaimed, and most of the haul roads. Attached photographs document area.

Conclusions and Recommendations: OGM would like to review details on the Barneys Canyon Dewatering hole abandonment. OGM to continue annual inspections and monitor the site when in the area.

Inspector's Signature

LAH:vs

cc: Kennnecott - Chris Kaiser

O:\M035-SaltLake\M0350009-BarneysCyn\Inspections\Insp-12022009.doc

Inspection Date: 12-02-2009 Page 2 of 4 M/035/0009



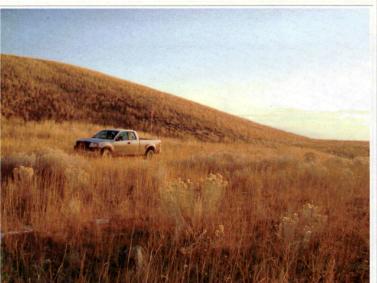
Barneys Canyon Highwall – Note reclamation on benches



Lake Barney – Note dewatering well



Barneys Canyon Highwall – Note reclamation on benches

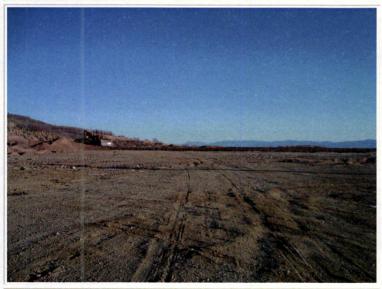


Reclamation - Regraded and seeded

Inspection Date: 12-02-2009 Page 3 of 4 M/035/0009



Reclaimed Melco Haul road



Site of Truck shop – demo complete, spreading topsoil

Reclaimed Melco Haul road



Fuel and water tanks

Inspection Date: 12-02-2009 Page 4 of 4 M/035/0009

